

DEPARTMENTAL BUDGET INFORMATION PUBLIC LIGHTING (38)

STATEMENT OF PURPOSE

The Public Lighting Department will help support the Mayor's vision to transform the government of the City of Detroit to the Next Detroit by applying the guiding principles of the Next Detroit, which means structural balancing by bringing costs in line with revenue, while improving services.

The mission of the Public Lighting Department is to serve the citizens of Detroit with a professional level of customer service. Public Lighting will provide reliable, economical, and efficient street lighting, traffic signal and energy services for residents, businesses, and tourists. By doing so we will improve the quality of life for those who live, work and visit the City of Detroit. If Detroit is to realize its full potential, it requires our entire community's commitment to excellence.

DESCRIPTION

The Public Lighting Department (PLD) is a general fund agency that operates from three main locations: the Grinnell construction and maintenance yard, the Mistersky Power Plant, and the Witkowski Operations Center. In addition to these three sites, the Department owns and operates thirty-one (31) substations throughout the City and a steam plant. Power is furnished to over 1,800 public and private customers.

In addition to producing power, the department also has other functions. PLD staff maintains and operates almost 87,000 street and alley lights and 1,000 traffic signal installations. PLD also assists in supporting maintenance of the Police & Fire communications network.

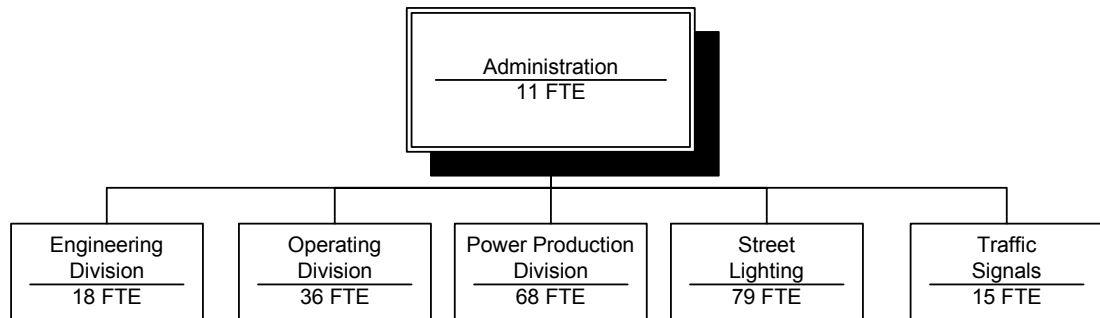
MAJOR INITIATIVES FOR FY 2005-06 and FY 2006-07

The Public Lighting Department completed the installation of more than 14, 000 light pole shrouds to prevent and/or reduce the incidence of exposed wire, improve safety and appearance. Defective light pole shrouds were removed, and the department will continue to pursue litigation with the vendor in an effort to have the defective light pole shrouds replaced. The department continued capital street light modernization projects and approximately 4,845 new lights have been installed, and are operational. The departments Street Light Task Force continued activities to improve crew efforts to reduce the street light backlog while new project completion continued. Mistersky Power Plant operations improved, and in an effort to conserve fuel consumption, and reduce costs initiated actions to operate power production units at minimum load whenever possible with positive results.

PLANNING FOR THE FUTURE FOR FY 2006-07, FY 2007-08 and BEYOND

The Public Lighting Department will continue activities to provide service to expanding and/or new schools to meet the ever changing demands for improved electrical power, and reliability in the Detroit Public School electric distribution systems. The department will continue activities developed to improve the department's ability to increase reliable, efficient power generation, repair and replacement of streetlights, and traffic signal maintenance services.

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PERFORMANCE GOALS, MEASURES AND TARGETS

| Type of Performance Measure: List of Measures | 2004-05 Actual | 2005-06 Projection | 2006-07 Target |
|---|---------------------------|-------------------------------|---------------------------|
| Inputs: Resources Allocated or Service Demands Made Budgeted Inspection & Control workers | 6 | 3 | 3 |
| Outputs: Units of Activity Directed Toward Goals Percentage of street lighting modernized Response time after traffic signal service calls | 4,845 45 min | 5.7% 45 min | 5.7% 45 min |
| Efficiency: Program Costs related to Units of Activity Percentage of total system load purchased | 47% | 47% | 47% |

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EXPENDITURES

| | 2004-05 Actual Expense | 2005-06 Redbook | 2006-07 Mayor's Budget Rec | Variance | Variance Percent |
|--------------------|------------------------------|----------------------|----------------------------------|---------------------|---------------------|
| Salary & Wages | \$ 14,898,355 | \$ 12,346,036 | \$ 12,386,975 | \$ 40,939 | 0% |
| Employee Benefits | 9,109,667 | 7,181,341 | 9,070,297 | 1,888,956 | 26% |
| Prof/Contractual | 2,356,561 | 620,940 | 496,611 | (124,329) | -20% |
| Operating Supplies | 35,070,211 | 43,790,764 | 32,213,317 | (11,577,447) | -26% |
| Operating Services | 8,283,764 | 3,955,671 | 12,638,261 | 8,682,590 | 219% |
| Capital Equipment | 13,369,183 | 2,876,074 | 12,926,074 | 10,050,000 | 349% |
| Capital Outlays | 356,499 | - | - | - | 0% |
| Fixed Charges | 19,112 | - | - | - | 0% |
| Other Expenses | 1,212,600 | (483,475) | (362,716) | 120,759 | -25% |
| TOTAL | \$ 84,675,952 | \$ 70,287,351 | \$ 79,368,819 | \$ 9,081,468 | 13% |
| POSITIONS | 235 | 244 | 227 | (17) | -7% |

REVENUES

| | 2004-05 Actual Expense | 2005-06 Redbook | 2006-07 Mayor's Budget Rec | Variance | Variance Percent |
|------------------------|------------------------------|----------------------|----------------------------------|----------------------|---------------------|
| Taxes/Assessment | \$ (14,904) | \$ - | \$ - | \$ - | 0% |
| Rev from Use of Assets | - | - | 50,000 | 50,000 | 0% |
| Sales & Charges | 49,321,477 | 50,586,116 | 51,281,116 | 695,000 | 1% |
| Miscellaneous | 10,588,223 | 3,152,000 | 13,500,000 | 10,348,000 | 328% |
| TOTAL | \$ 59,894,796 | \$ 53,738,116 | \$ 64,831,116 | \$ 11,093,000 | 21% |

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